

## REPORT FOLLOW-UP

**AGENCY: DISABILITY DETERMINATIONS SERVICE**

On March 15, 2004, the Legislative Services Office released a Management Report on Financial Procedures for the Disability Determinations Service (DDS) for fiscal years 2001, 2002, and 2003. Disability Determinations Service was contacted on June 8, 2004, and this follow-up report addresses how it has responded to the one finding and recommendation contained in that report.

**STATUS OF RECOMMENDATIONS:**

**Finding #1** – DDS's inventory had been deleted from the statewide fixed asset system (FAS). As part of incorporating DDS into the Idaho Department of Labor (per Executive Order 2003-02), DDS's agency number was deleted from the statewide accounting system. After deleting DDS's agency number, approximately \$960,000 (replacement cost) worth of State inventory was not in any State fixed asset management system.

**We recommended that the Department of Labor conduct an inventory of DDS's property as required by code. We also recommended that the Department ensure that all of DDS's assets are properly entered into FAS.**

**Audit Follow-up** – The Department of Labor staff has completed an inventory of DDS assets and included those assets on the Department's property management system. The Department's property management system values are reported to the State Controller's Office through closing packages. The closing packages allow the Controller's Office to properly report fixed assets within the State.

**Status – CLOSED**